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FISCAL IMPACT STATEMENT

LS 6507

BILL NUMBER: HB 1150

NOTE PREPARED: Feb 13, 2006

BILL AMENDED: Feb 8, 2006

SUBJECT: Use of Antique License Plates on Motor Vehicles.

FIRST AUTHOR: Rep. Crooks

FIRST SPONSOR: Sen. Kruse

BILL STATUS: 2nd Reading - 2nd House

FUNDS AFFECTED: X GENERAL
X DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: (Amended) This bill after December 31, 2007, authorizes a person registering an antique motor vehicle to display an authentic license plate from the vehicle's model year on the antique motor vehicle.

Effective Date: July 1, 2006.

Explanation of State Expenditures: (Revised) The BMV has reported in the past that there will be no computer changes for the display of a plate from the vehicle's model year as the BMV will not retain this information in its current computer system. The BMV can use a manual tracking system. The BMV reports that the availability of this information will be limited to their central office business hours: 8:15 a.m. until 4:45 p.m. The fund affected is the Motor Vehicle Highway Account (MVHA) which supports the BMV.

According to testimony by representatives from the BMV, by January 1, 2008, the BMV expects to incorporate the necessary changes into their current computer system to register the antique motor vehicles as any other vehicle and thereby provide enforcement with ready access to the registration data. According to the BMV representatives, the potential costs are estimated at \$16,000.

In addition, the bill requires BMV to determine whether or not the authentic license plate or a reproduction of an authentic license plate from the vehicle's model year is in suitable condition to be displayed.

Background Information: Over the last five calendar years, the BMV has registered, on average, 7,916 antique motor vehicles. An antique motor vehicle is a vehicle which is 25 years old or older.

Explanation of State Revenues: (Revised) The bill treats the antique license plate fee as a personalized license plate (PLP) and establishes a \$37 service charge. In addition, there is an \$11 fee for a PLP. The total cost for the new antique license plate will be \$48. The \$48 fee is distributed as follows:

- (1) \$37 to the State License Branch Fund;
- (2) \$7 to the MVHA; and
- (3) \$4 to Crossroads 2000.

The current fee for an antique license plate is \$20.75, with \$10.75 deposited into the MVHA, \$0.25 into the State Police Building Fund, \$3 into the Crossroads 2000 Fund, \$0.50 into the BMV Technology Fund, \$1.25 into the Anti-Terrorism Fund, and \$5 into the state License Branch Fund.

For each authentic antique plate registered according to the fee schedule for personalized license plates, revenue from the current antique license plate (\$20.75) would be eliminated and replaced by a fee of \$48 charged for personalized license plates. The net impact on revenue would represent gains to the state License Branch Fund and the Crossroads 2000 Fund, and reductions in revenue to the MVHA, the State Police Building Fund, the BMV Technology Fund, and the Anti-Terrorism Fund. The revenue impacts per plate are presented in the following table.

	LBF *	MVHA	CR2000 **	State Police Bldg Fund	BMV Tech Fund	Anti-Terrorism Fund	Total
Antique	\$5.00	\$10.75	\$3.00	\$0.25	\$0.50	\$1.25	\$20.75
Same as PLP	\$37.00	\$7.00	\$4.00	\$0.00	\$0.00	\$0.00	\$48.00
Difference	\$32.00	(\$3.75)	\$1.00	(\$0.25)	(\$0.50)	(\$1.25)	\$27.25
* State License Branch Fund ** Crossroads 2000 (Highway Bonding Fund)							

The revenue generated will depend upon the number of owners of antique motor vehicles who wish to display the authentic license plate or a reproduction of an authentic license plate. The percentage of the 7,916 antique motor vehicles that may fall under this provision is unknown. Revenue would range based on the following participation rates.

Participation Rate	LBF *	MVHA	CR2000 **	State Police Bldg Fund	BMV Tech Fund	Anti-Terrorism Fund	Total
100%	\$253,312	(\$29,685)	\$7,916	(\$1,979)	(\$3,958)	(\$9,895)	\$215,711
75%	\$189,984	(\$22,264)	\$5,937	(\$1,484)	(\$2,969)	(\$7,421)	\$161,783
50%	\$126,656	(\$14,843)	\$3,958	(\$990)	(\$1,979)	(\$4,948)	\$107,856
25%	\$63,328	(\$7,421)	\$1,979	(\$495)	(\$990)	(\$2,474)	\$53,928
* State License Branch Fund ** Crossroads 2000 (Highway Bonding Fund)							

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Bureau of Motor Vehicles Commission; State Police; Conservation, Gaming, and Excise Officers.

Local Agencies Affected: Local law enforcement agencies.

Information Sources: Mike Barnhart, Legislative Liaison for the Bureau of Motor Vehicles, 317-233-1218; Steve Hillman, State Police, 317-232-5899; RBP 99 reports for the last five calendar years.

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